

Understanding organizational structure

Understanding the impact of organizational culture

Video: Introduction to organizational culture
6 min

Reading: Learning about an organization's culture
20 min

Practice Quiz: Test your knowledge: Understanding the impact of organizational culture
4 questions

Video: Amar: Project management in life and in the organization
2 min

Reading: Case study: Balancing company culture and strategic goals
20 min

Ungraded Plugin: Explore: Organizational culture
10 min

Understanding change management

Optional - Pursuing your new career

Course review: Foundations of project management

Learning about an organization’s culture



It is important to learn about the culture of the organization where you work or want to work. Understanding the company's culture can help you navigate your team through a project. Consider this quote from Peter Drucker, an expert on management: "Culture eats strategy for breakfast." Drucker is implying that the culture of a company always influences its success, regardless of how effective the company's business model may be. Organizational culture is critical to the health of a company, the people who work there, and the customers it serves.

The importance of organizational culture

- Identity:** An organization's culture defines its identity. Its identity essentially describes the way the company conducts business, both internally and externally. A company's values and organizational culture go hand-in-hand; its values are part of its identity. You can almost think of an organization's culture as its personality. That is why it is important to learn your company's (or target company's) mission and value statements. The mission and value statements will help you understand why the company exists and will give you insight into what the company believes in and how it will behave.
- People:** Strong, positive organizational culture helps retain a company's best employees. People who feel valued, engaged, and challenged are more likely to give their best and want to drive for success. An organization's culture can help keep talented employees at a company, and it can attract great people too! On the other hand, a toxic culture can have the opposite effect. It is important to find an organization with a culture that fits your personality. One way to find out more about an organization's culture is to talk to the people who work there. You can also take note of the current employees' attire, expressions, and overall behavior.
- Processes:** Organizational culture can have direct impacts on a company's processes, and ultimately, its productivity. The organization's culture is instilled throughout the company—from its employees to how its employees do their job. For example, a company that values feedback and employee involvement might have that reflected in their processes by including many opportunities for employees to comment. By allowing employees to feel their voices are heard, this company is adhering to its culture.

Understanding an organization's culture

As a project manager, it is important to understand your company's culture, especially because it could affect the projects you work on. Some aspects of an organization's culture that are directly related to how you will manage projects are communication, decision-making, rituals, previous management styles, and values. To learn more about a company's culture and how it applies to you as a project manager, you can:

Ask questions

You can learn about an organization's culture by asking questions of management and peers. It can be helpful to ask these questions in the interview phase to better understand the company's culture before accepting a position. You might want to ask questions about:

Atmosphere

- What is the company's dress code?
- How do people typically share credit at this company?
- Is risk-taking encouraged, and what happens when people fail?
- How do managers support and motivate their team?
- How do people in this role interact with customers and users?
- When and how do team members give feedback to one another?
- What are some workplace traditions?
- What are some of the ways the company celebrates success?

Policies

- What are the policies around sick days and vacation?
- Does the company allow for employee flexibility (e.g., working from home, flexible working hours)?
- What policies are in place that support employees sharing their identity in the workplace?

Processes

- What is the company's onboarding process?
- How do employees measure the impact of their work?

Values

- What are the company's mission and value statements?
- How might the person in this role contribute to the organization's mission?
- How does the organization support professional development and career growth?

Listen to people's stories

Listening to what current employees have to say and how they portray the company will give you great insight.

- What were employees' experiences with similar projects in the past?
- What can they tell you about key stakeholders and customers?

Take note of company rituals

Rituals can be powerful drivers of culture. They engage people and help instill a sense of shared purpose and experience.

- How are birthdays and holidays celebrated?
- Do employees generally eat lunch at the same time and in the same place?
- Watch employee interactions: Observing how employees interact can help you tailor your interaction style to the company norm.
- Are employee interactions more formal or informal in nature?
- Are ideas solicited from employees in different roles?

Understand your impact

As a project manager, you become a **change agent**. Remember: a change agent is a person from inside an organization who helps the organization transform by focusing on improving organizational effectiveness and development. When you begin a new role, sit down with management to better understand what is expected of you and how you can make the most of the opportunity.

Sharpen your communication skills

Interpersonal communication skills are a major part of project management. How a company communicates is directly tied to its organizational culture. You will most likely have interactions with various departments and management levels while executing projects. To communicate effectively, you will need to understand how to navigate the different channels in your company. Ask questions about communication practices when you start a new role such as: Is it customary to sign emails from the team rather than from you individually? Should presentations include team members or be solely presented by the project manager? This can help you make sure you are adhering to expectations.

Approaching projects differently from how similar projects were managed in the past may be met with some resistance. Although some projects may call for you to break the status quo, when you show an appreciation of your organization's culture, you may help your team members accept any improvements you are implementing.

Key takeaway

Organizational culture is important because it has a direct impact on you as a project manager, and learning how to navigate organizational culture gives you a great advantage when you are executing projects. Being able to navigate departmental interactions, communicate effectively, and plan your project in line with the organization's culture will help set you up for success in your project management career path.

Mark as completed

